

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 3438 - SB 3261

March 2, 2012

SUMMARY OF BILL: Authorizes the University of Tennessee (UT) to guaranty obligations of a research and development entity formed under Tenn. Code Ann. Title 49, Chapter 9, Part 14, that are related to the acquisition, construction, equipping, or financing of facilities that will support the education and research mission of the university and provide economic development opportunities. Authorizes the guaranty of these obligations to be constituted as debts, liabilities, and obligations notwithstanding the prohibition of Tenn. Code Ann. § 49-6-1406.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- UT will be the guarantor for the research and development entity.
- It is not anticipated that a default in debt obligations will occur.
- Any increase in state expenditures for UT will not be significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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